# Notes to the financial statements continued

for the year ended 30 JUNE 2021

## 12. Deferred tax continued

### Company

| | Capital allowances R'000 | Investment R'000 | Provisions R'000 | Prepayments R'000 | Assessed loss* R'000 | Business combinations R'000 | Other** R'000 | Total R'000 |
|---|---|---|---|---|---|---|---|---|
| Deferred tax assets | | | | | | | | |
| Opening balance at 1 July 2020 | – | 12 817 | – | – | – | – | – | 12 817 |
| Charged to profit or loss | – | (12 817) | – | – | – | – | – | (12 817) |
| Closing balance at 30 June 2021 | – | – | – | – | – | – | – | – |
| Deferred tax liabilities | | | | | | | | |
| Opening balance at 1 July 2020 | – | – | (63) | (22) | – | – | – | (85) |
| Credited to profit or loss | – | – | 63 | 22 | – | – | – | 85 |
| Closing balance at 30 June 2021 | – | – | – | – | – | – | – | – |
| **Net deferred tax assets** | – | – | – | – | – | – | – | – |
| Deferred tax assets | | | | | | | | |
| Opening balance at 1 July 2019 | – | 12 817 | 526 | – | 76 | – | – | 13 419 |
| Charged to profit or loss | – | – | (589) | – | (76) | – | – | (665) |
| Closing balance at 30 June 2020 | – | 12 817 | (63) | – | – | – | – | 12 754 |
| Deferred tax liabilities | | | | | | | | |
| Opening balance at 1 July 2019 | – | – | – | – | – | – | – | – |
| Charged to profit or loss | – | – | – | (22) | – | – | – | (22) |
| Closing balance at 30 June 2020 | – | – | – | (22) | – | – | – | (22) |
| **Net deferred tax assets** | – | – | (63) | (22) | – | – | – | 12 732 |

* *As a result of the increase in operations, the companies will generate sufficient income which will be utilised against the assessed loss going forward.*

** *Other deferred tax assets and liabilities consists of deferred tax relating to the lease liability, right of use asset and income received in advance.*

The Group has assessed losses of R1.95 million (2020: Rnil) that has not been recognised as a deferred tax asset.

## 13. Inventory

| | Group | | Company | |
|---|---|---|---|---|
| | 2021 R'000 | 2020 R'000 | 2021 R'000 | 2020 R'000 |
| Finished goods* | 291 326 | 200 261 | – | – |
| Merchandise – pharmaceutical | 133 190 | 99 590 | – | – |
| Merchandise provision | (2 953) | (2 000) | – | – |
| **Inventory on hand at year-end** | 421 563 | 297 851 | – | – |

* *The finished goods balance consists of the inventory at hand net of the unearned fees relating to Single Exit Price (SEP) applied.*

Merchandise refers to pharmaceutical products that are on hand at year-end.